

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

March 13, 2012

Certified Return Receipt Requested 7011 0110 0001 3568 3179

Kevin Butters
C. E. Butters Realty and Construction
760 North Highway 89
Harrisville, Utah 84404

Re: Directive to Submit Review Response and Reclamation Surety, C E Butters Realty and

Construction, Towers Sand and Gravel, M/057/0006, Weber County, Utah

Dear Mr. Butters:

The most recent review of the Notice of Intention to Commence Large Mining Operations (Notice) for the referenced project was sent March 14, 2011, approximately one year ago, and the Division of Oil, Gas and Mining still does not have a reclamation surety.

Please submit a complete response to the March 14, 2011, review by March 30, 2012. Also by this date please submit a reclamation surety in the amount of at least \$300,000.00. This may be posted as collateral or in a traditional form, i.e. a letter of credit, a certificate of deposit, cash, or a surety bond. You should be aware of the requirements for a collateral bond. The surety amount, \$300,000.00, is based on an average cost per acre for reclamation, \$4500.00, plus mobilization, plus a contingency.

If you fail to submit the surety and review response by the deadline indicated, the Division will issue a cessation order requiring the cessation of mining operations and may require immediate reclamation.

Thank you for your attention to this matter and for your anticipated cooperation. Please let me know if you have any questions about these requirements.

X

Minerals Program Manager

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